

FISCAL UPDATE Article

Fiscal Services Division
May 30, 2017



PRESIDENT'S BUDGET: MAJOR DISCRETIONARY AND MANDATORY PROGRAM FUNDING FOR FFY 2018

Federal Budget Recommendations. The White House Office of Management and Budget released budget recommendations for Federal Fiscal Year 2018. The <u>Federal Funds Information for States</u> provided a summary of significant federal discretionary and mandatory grant funding changes on May 23, 2017. Federal grant funding changes for the State in FFY 2018, as recommended by the White House, will be addressed in a future *Fiscal Update Article*.

Significant Discretionary Funding Changes

Significant Discretionary Fund			
		FFY 2018 vs	Percent
	FFY 2018	FFY 2017	Change
Department of Agriculture	1112020	1112017	Change
Women, Infants, and Children	\$ 6,150,000,000	-\$200,000,000	-3.1%
, ,	\$ 0,130,000,000	-3200,000,000	-3.1/0
Department of Commerce		227 000 000	400.00
Economic Development Administration	0	-237,000,000	-100.0%
Department of Education			
Supporting Effective Instruction	0	-20,560,000	
Student Support and Academic Enrichment Grants	0	-400,000,000	
Federal Supplemental Educational Opportunity Grants	0	-733,000,000	
Work Study	500,000,000	-490,000,000	-49.5%
Department of Health and Human Services			
Mental Health Block Grant	1,855,000,000	-147,000,000	-26.1%
Preventive Health Block Grant	0	-160,000,000	-100.0%
Public Health Emergency Preparedness	551,000,000	-109,000,000	-16.5%
Preschool Development Grants	0	-250,000,000	-100.0%
Community Services Block Grant	0	-715,000,000	-100.0%
Child Care and Development Block Grant	2,761,000,000	-95,000,000	-3.3%
Low-Income Home Energy Assistance	0	-3,390,000,000	-100.0%
Refugee Assistance	1,457,000,000	-218,000,000	-13.0%
Department of Housing and Urban Development (HUD)			
Community Development Block Grant (Entitlement and Non-Entitlement Funds)	0	-3,000,000,000	-100.0%
Homeless Assistance Grants	2,250,000,000	-133,000,000	
HOME Program	0	-950,000,000	
Public Housing Operating Fund	3,900,000,000	-500,000,000	
Public Housing Capital Fund	628,000,000	-1,314,000,000	
Tenant-Based Rental Assistance (Section 8 Housing)	19,318,000,000	-974,000,000	
Department of Energy and EPA			
DOE Weatherization Assistance Program	0	-228,000,000	-100.0%
Department of Justice			
State Criminal Alien Assistance Program	0	-210,000,000	-100.0%
Byrne Justice Assistance Grants	250,000,000	-85,000,000	
Department of Homeland Security			
Urban Area Security Initiative	449,000,000	-131,000,000	-22.6%
Emergency Food and Shelter	0	-120,000,000	
Emergency Management Performance Grants	279,000,000	-71,000,000	
Department of Labor			
Dislocated Worker Assistance	615,000,000	-405,000,000	-39.7%
Adult Training	490,000,000	-325,000,000	
Youth Training	524,000,000	-350,000,000	
Employment Service State Administration	416,000,000	-256,000,000	
Department of Transportation	.23,000,000	_30,000,000	30.170
Capital Investment Grants (New Starts)	1,232,000,000	-1,181,000,000	-48.9%
Highway Obligation Limitation	44,234,000,000	968,000,000	
Total Discretionary Program Changes	, , , , , , , , , , , , , , , , , , , ,	-\$16,429,560,000	

Significant Mandatory Grant Funding Changes

		FFY 2018	
		vs	Percent
	FFY 2018	FFY 2017	Change
Department of Health and Human Services			
Child Nutrition	\$ 24,318,000,000	\$1,301,000,000	5.7%
Supplemental Nutrition Assistance - State Administration	4,483,000,000	253,000,000	6.0%
Social Services Block Grant	0	-1,583,000,000	-100.0%
Temporary Assistance to Needy Families (TANF)	14,935,000,000	-1,577,000,000	-9.6%
TANF Contingency Fund	0	-608,000,000	-100.0%
Child Support Enforcement Administrative Costs	4,450,000,000	115,000,000	2.7%
Foster Care	5,542,000,000	240,000,000	4.5%
Adoption Assistance	2,879,000,000	221,000,000	8.3%
Children's Health Insurance Program (CHIP) State Allotments	13,196,000,000	-2,756,000,000	-17.3%
Medicaid Vendor Payments	381,778,000,000	26,643,000,000	7.5%
Medicaid Administration	20,811,000,000	-20,000,000	-0.1%
Vaccines for Children	4,598,000,000	161,000,000	3.6%
Payments from States for Medicare Prescription Drugs	-11,875,000,000	-846,000,000	-7.7%
Vocational Rehabilitation State Grants	3,225,000,000	61,000,000	1.9%
Total Mandatory Program Changes		\$21,605,000,000	

Budget Control Act Impact. Under the Budget Control Act of 2010, mandatory programs subject to sequestration receive an automatic cut: -6.9% in FY 2017 and -6.6% in FFY 2018.

Health and Human Services Mandatory Grant Reductions. The <u>FFY 2017 Omnibus Act</u> extends Temporary Assistance for Needy Families (TANF) and Child Care Entitlements to states through FFY 2018. It sets aside 0.33% of the TANF Block Grant to fund research and evaluation activities (previously transferred from the TANF Contingency Fund).

Department of Commerce. The FFY 2018 budget eliminates the Economic Development Administration but provides \$30.0 million, as well as unobligated balances previously appropriated, for the provision of services previously performed by the EDA (including the oversight of grants awarded).

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